Name:\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_

**ECON SYSTEMS NOTES**

|  |  |  |  |
| --- | --- | --- | --- |
|  | **Traditional** | **Command** | **Free Market** |
| **Description of Economic system in your own words:** |  |  |  |
| **Advantages** |  |  |  |
| **Disadvantages** |  |  |  |
| **Economic Goals** |  |  |  |

|  |  |  |
| --- | --- | --- |
|  | **Free Market** | **Command Economy** |
| **Philosopher** | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_The Wealth of Nations | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ The Communist Manifesto & Das Kapital |
| **Basic Idea** | an economic system in which economic decisions (what to produce, how to produce it, and for whom) are left up to \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | The\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ is in command of the economy, making decisions about what to produce, how to produce it, and who gets to consume it. |
| **Who owns the factors of production?** | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ |
| **Economic Efficiency**  | Responds \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ to changing conditions, produces what is wanted. | Bureaucratic decision making \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_. |
| **Economic Freedom** | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_degree of any system | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_makes all decisions,\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ lack say in all decisions |
| **Economic Security** | No “\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_” | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ provides basic needs |
| **Economic Equality** | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | Distribute wealth \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_throughout society. |
| **Economic Growth and Innovation** | Encourages\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ to seek new ideas and \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | Does not reward \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ and actively discourages\_\_\_\_\_\_\_\_\_\_\_. |
| **Political System** | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ | \_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ |